

UNIFIED SCHOOL DISTRICT NO. 237

Smith Center, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITOR'S REPORT

For the Year Ended June 30, 2018

MAPES & MILLER, LLP  
Certified Public Accountants  
Phillipsburg, Kansas

UNIFIED SCHOOL DISTRICT NO. 237  
Smith Center, Kansas  
June 30, 2018

Joshua Lanning	-	Superintendent
Barbara Wilson	-	Clerk
Linda Robinson	-	Treasurer

BOARD MEMBERS

Theron Haresnape - President

Bob Dietz - Vice President

Steve Overmiller

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Tim Weltmer

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UNIFIED SCHOOL DISTRICT NO. 237  
Smith Center, Kansas

For the Year Ended June 30, 2018

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# MAPES & MILLER LLP

## CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITOR'S REPORT

Board of Education  
Unified School District No. 237  
Smith Center, KS 66967

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 237, Smith Center, Kansas, a Municipality, as of and for the year ended June 30, 2018, and the related notes to the financial statement.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide*; this includes determining that the regulatory basis of accounting is an acceptable for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

As described in Note 1 of the financial statement, the financial statement is prepared by Unified School District No. 237, Smith Center, Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 237 Smith Center, Kansas as of June 30, 2018, or changes in financial position and cash flows thereof for the year then ended.

***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 237 Smith Center, Kansas, as of June 30, 2018, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

***Other Matter***

***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, summary of regulatory basis receipts and disbursements – agency funds, schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds, and schedule of regulatory basis receipts and disbursements – student activity funds (Schedules 1, 2, 3, 4, and 5 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Respectfully submitted,

***Mapes & Miller LLP***

Certified Public Accountants

January 14, 2019  
Phillipsburg, Kansas

UNIFIED SCHOOL DISTRICT NO. 237  
Smith Center, Kansas

Statement 1

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH  
REGULATORY BASIS  
For The Year Ended June 30, 2018

FUND	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds							
General Fund	\$ -	\$ -	\$ 3,346,476	\$ 3,346,476	\$ -	\$ 26,481	\$ 26,481
Supplemental General Fund	43,973	-	1,289,358	1,236,378	96,953	7,388	104,341
Special Purpose Funds							
At Risk (K-12) Fund	20,549	-	352,904	342,642	30,811	-	30,811
Capital Outlay Fund	125,028	-	380,685	312,032	193,681	33,306	226,987
Driver Training Fund	17,095	-	4,370	5,410	16,055	230	16,285
Food Service Fund	50,431	-	323,159	323,489	50,101	2,165	52,266
Professional Development Fund	11,028	-	24,150	20,648	14,530	-	14,530
Special Education Fund	84,930	-	798,583	822,130	61,383	174	61,557
Career & Postsecondary Education Fund	20,000	-	188,044	186,263	21,781	3,120	24,901
KPERS Special Retirement Contribution Fund	-	-	317,149	317,149	-	-	-
Contingency Reserve Fund	16,540	-	-	-	16,540	-	16,540
Textbook Rental Fund	43,769	-	19,253	5,110	57,912	4,323	62,235
Gifts & Grants Fund	(12,871)	-	35,193	45,448	(23,126) *	-	(23,126)
Federal Funds	8,558	-	80,425	88,983	-	667	667
District Activity Funds	31,540	-	114,666	107,966	38,240	-	38,240
Trust Fund							
Scholarship Fund	19,751	-	3,444	3,300	19,895	-	19,895
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 480,321</u>	<u>\$ -</u>	<u>\$ 7,277,859</u>	<u>\$ 7,163,424</u>	<u>\$ 594,756</u>	<u>\$ 77,854</u>	<u>\$ 672,610</u>

\* See Note 3 Cash Basis Exception

The notes to the financial statement are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 237  
Smith Center, Kansas

Statement 1  
(Cont.)

SUMMARY STATEMENT OF RECEIPTS, DISBURSEMENTS AND UNENCUMBERED CASH  
REGULATORY BASIS  
For The Year Ended June 30, 2018

COMPOSITION OF CASH

Guaranty State Bank	
Checking	\$ 8,161
NOW Accounts	206,355
Savings Accounts	511,231
Certificates of Deposit	10,000
The Peoples Bank	
Checking	<u>6,769</u>
Total Cash	742,516
Agency Funds per Schedule 3	<u>(69,906)</u>
Total Reporting Entity (Excluding Agency Funds)	<u><u>\$ 672,610</u></u>

The notes to the financial statement are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 237  
Smith Center, Kansas

NOTES TO THE FINANCIAL STATEMENT  
June 30, 2018

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. FINANCIAL REPORTING ENTITY**

Unified School District No. 237, Smith Center, Kansas is a municipal corporation governed by an elected seven-member board. This regulatory financial statement presents Unified School District No. 237, Smith Center, Kansas, a Municipality.

**B. REGULATORY BASIS FUND TYPES**

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities for the District for the year ended June 30, 2018.

**General Fund**—the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

**Special Purpose Funds**—used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

**Trust Funds**—funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.)

**Agency Funds**—used to report assets held by the municipal reporting entity in a purely custodial capacity (i.e. payroll clearing fund, county treasurer tax collection accounts, etc.)

**C. REGULATORY BASIS OF ACCOUNTING AND DEPARTURE FROM ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA**

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.



The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the regulatory basis of accounting.

#### D. BUDGETARY INFORMATION

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds, and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1<sup>st</sup>.
2. Publication in local newspaper on or before August 5<sup>th</sup> of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15<sup>th</sup>, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25<sup>th</sup>.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There was a budget amendment for the KPERS Special Retirement Contribution Fund for the year ended June 30, 2018.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for Capital Projects Funds, Trust Funds, Agency Funds, and the following Special Purpose Funds:

Contingency Reserve Fund  
Textbook Rental Fund  
Gifts & Grants Fund  
Federal Funds  
District Activity Funds

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

## **2. STEWARDSHIP COMPLIANCE AND ACCOUNTABILITY**

### **Compliance With Kansas Statutes**

#### **A. Mandatory Purchase of Products:**

K.S.A. 75-3322 requires districts to make purchases of products offered by Kansas industries for the blind and severely disabled. The District failed to make mandatory purchases offered by these industries during the year ending June 30, 2018.

#### **B. The District is not aware of any other non-compliance with Kansas statutes.**

## **3. CASH BASIS EXCEPTION**

The Gifts & Grants Fund ended the year with an unencumbered cash balance of (\$23,126). K.S.A. 12-1664 provides an exception for a cash basis law violation for intergovernmental grant funds to expend monies for grant purposes with the expectation of monies to be reimbursed under conditions of the grant award. The negative balance of this fund is due to the Rural Education Achievement Program Grant (REAP), which requires the recipient to spend the funds and then request reimbursement. The District made an expenditure that relates to the REAP Grant towards the end of the fiscal year and then requested the grant reimbursement. The reimbursement of this expenditure was received subsequent to year end.

## **4. DEPOSITS AND INVESTMENTS**

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located or in an adjoining county if such institution has been designated as an official depository and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

**Concentration of Credit Risk.** State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

**Custodial Credit Risk – Deposits.** Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured on June 30, 2018.

At June 30, 2018, the District's carrying amount of deposits was \$742,516 and the bank balance was \$843,144. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance \$581,319 was covered by federal depository insurance, and the remaining \$261,825 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

**Custodial Credit Risk – Investments.** For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

## 5. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General Fund	At Risk (K-12) Fund	K.S.A. 72-6428	\$ 69,070
General Fund	Professional Development Fund	K.S.A. 72-6428	12,068
General Fund	Special Education Fund	K.S.A. 72-6428	490,021
General Fund	Career & Postsecondary Education Fund	K.S.A. 72-6428	21,863
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-6433	230,347
Supplemental General Fund	Food Service Fund	K.S.A. 72-6433	69,290
Supplemental General Fund	Professional Development Fund	K.S.A. 72-6433	10,000
Supplemental General Fund	Special Education Fund	K.S.A. 72-6433	219,586
Supplemental General Fund	Career & Postsecondary Education Fund	K.S.A. 72-6433	144,659

## 6. DEFINED BENEFIT PENSION PLAN

**Plan Description** - The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 S Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

**Contributions** - K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium for the period of July 1, 2017 through September 30, 2017 for the Death and Disability Program) was 10.81% for the fiscal year ended June 30, 2017. The actuarially determined employer contribution rate was 12.01% for the fiscal year ended June 30, 2018. Per 2016 House Substitute for Senate Bill 161,

Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091 for the fiscal year ended June 30, 2016 and the anticipated repayments per SB249 were nullified per HB2052 during fiscal year 2017.

The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2017, received as of June 30<sup>th</sup> was \$304,596,361. Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$317,149 for the year ended June 30, 2018.

**Net Pension Liability** – At June 30, 2018, the District's proportionate share of the collective net pension liability reported by KPERS was \$3,956,800. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2017. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publically available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

## **7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS**

### **(a) Other Post Employment Benefits**

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

## (b) Compensated Absences

### Vacation

The District provides compensation for absences. Classified employees earn vacation leave if they work 40 hours per week and 12 months per year. These employees earn 10 days' vacation leave per year after one year of employment and 15 days per year at the beginning of their 10<sup>th</sup> year of continuous service. Vacation leave cannot be carried forward and the District does not pay for unused vacation leave when the employee ceases employment for any reason.

### Sick Leave

Classified employees earn sick leave of 12 days per year if contracted for 12 months and 10 days per year if contracted for 10 months. Maximum accumulation for sick leave is 60 days for 12-month employees and 50 days for 10-month employees. Upon retirement, as defined by KPERS, the classified employee will be compensated for unused sick leave at the rate of \$40 per day up to 60 days maximum.

Certified employees earn 10 days sick leave per year and may accumulate up to a maximum of 70 days. Teachers also earn four days personal leave per year. Unused personal leave can be paid at the end of the contract year at the rate of \$99 per day or they may roll those days into accumulated sick leave instead. Upon retirement, as defined by KPERS, certified employees will be paid for unused sick leave up to 70 days, at the rate of \$125.00 per day if their resignation letter is submitted before February 1<sup>st</sup>. The rate is \$115 per day if submitted February 1<sup>st</sup> to February 29<sup>th</sup>, \$105 from March 1<sup>st</sup> to March 31<sup>st</sup>, \$95 from April 1<sup>st</sup> to April 30<sup>th</sup>, \$85 from May 1<sup>st</sup> to May 15<sup>th</sup>, and no payment for resignation letters received after May 15<sup>th</sup>.

## (c) Deferred Compensation

### Defined Contribution Plan

The District offers its employees the option to participate in a defined contribution plan created in accordance with Internal Revenue Code Section 403(b). In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The plan, available to all District employees, permits them to defer a portion of their current salary (up to \$18,500 and an additional \$6,000 catch-up contribution for employees age 50 and over) until future years. The deferred compensation is not available to employees until termination, retirement, total and permanent disability, death, or certain financial hardship.

The Plan has contracted with AFPlanServ for selected plan administrative service. Among the services provided by AFPlanServ is approval of salary reduction agreements for beginning or changing amounts and/or providers.

## **8. RISK MANAGEMENT**

The Unified School District No. 237 is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The District has purchased commercial insurance for these potential risks.

During the year ended June 30, 2018, the District did not reduce insurance coverage from levels in place during the prior year. No settlements have exceeded coverage levels in place during the past three fiscal years.

## **9. IN-SUBSTANCE RECEIPT IN TRANSIT**

The District received \$172,191 subsequent to June 30, 2018 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2018.

## **10. LITIGATION**

There is a case of pending litigation against the District that is scheduled for trial in 2020. The District intends to contest the case vigorously. As of the date of this audit report, little is known regarding the claims and the potential loss, if any, is unknown.

## **11. SUBSEQUENT EVENTS**

The District has evaluated events subsequent to year end through the date of this report, and does not believe any events through the date of this report have occurred which effect the financial statement as presented.

## 11. LONG-TERM DEBT

Changes in long-term liabilities for the District for the year ended June 30, 2018 were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Beginning Balance 7/1/2017	Additions	Reductions/ Payments	Ending Balance 6/30/2018	Interest Paid
Capital Leases									
HVAC System	2.844%	6/4/2014	\$ 550,749	7/4/2020	\$ 164,347	\$ -	\$ 81,006	\$ 83,341	\$ 4,736
Total Contractual Indebtedness					<u>\$ 164,347</u>	<u>\$ -</u>	<u>\$ 81,006</u>	<u>\$ 83,341</u>	<u>\$ 4,736</u>

Current maturities of long-term debt and interest through maturity are as follows:

Year Ended June 30	Capital Leases		Total	
	Principal	Interest Paid	Principal	Interest Paid
2019	\$ -	\$ -	\$ -	\$ -
2020	-	-	-	-
2021	<u>83,341</u>	<u>2,401</u>	<u>83,341</u>	<u>2,401</u>
Total	<u>\$ 83,341</u>	<u>\$ 2,401</u>	<u>\$ 83,341</u>	<u>\$ 2,401</u>

UNIFIED SCHOOL DISTRICT NO. 237,  
SMITH CENTER, KANSAS

REGULATORY REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED JUNE 30, 2018



UNIFIED SCHOOL DISTRICT NO. 237  
Smith Center, Kansas

Schedule 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET  
(Budgeted Funds Only)  
For the Year Ended June 30, 2018

FUNDS	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Funds						
General Fund	\$ 3,394,684	\$ (90,135)	\$ 41,927	\$ 3,346,476	\$ 3,346,476	\$ -
Supplemental General Fund	1,242,731	(8,297)	1,944	1,236,378	1,236,378	-
Special Purpose Funds						
At Risk (K-12) Fund	341,720	-	922	342,642	342,642	-
Capital Outlay Fund	471,176	-	-	471,176	312,032	(159,144)
Driver Training Fund	8,850	-	-	8,850	5,410	(3,440)
Food Service Fund	365,000	-	-	365,000	323,489	(41,511)
Professional Development Fund	25,000	-	-	25,000	20,648	(4,352)
Special Education Fund	881,348	-	-	881,348	822,130	(59,218)
Career & Postsecondary Education Fund	195,500	-	-	195,500	186,263	(9,237)
KPERS Special Retirement Contribution Fund	318,874	-	-	318,874	317,149	(1,725)

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For The Year Ended June 30, 2018

GENERAL FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
General State Aid	\$ 2,814,528	\$ 2,836,971	\$ (22,443)
Special Education Aid	490,021	557,713	(67,692)
State Aid Reimbursement	1,980	-	1,980
Reimbursements	39,947	-	39,947
Total Receipts	<u>3,346,476</u>	<u>\$ 3,394,684</u>	<u>\$ (48,208)</u>
EXPENDITURES			
Instruction			
Salaries			
Certified	1,328,732	\$ 1,290,000	\$ 38,732
Noncertified	19,714	24,000	(4,286)
Employee Benefits			
Insurance	9,971	10,500	(529)
Social Security & Medicare	96,766	100,000	(3,234)
Other	15,933	20,000	(4,067)
Supplies			
General	36,184	61,090	(24,906)
Miscellaneous	67,415	70,000	(2,585)
Total Instruction	<u>1,574,715</u>	<u>1,575,590</u>	<u>(875)</u>
Student Support Services			
Salaries			
Certified	42,231	42,500	(269)
Employee Benefits			
Social Security & Medicare	2,273	2,200	73
Other Purchased Services	2,150	6,000	(3,850)
Total Student Support Services	<u>46,654</u>	<u>50,700</u>	<u>(4,046)</u>

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
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GENERAL FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Instructional Support Staff			
Salaries			
Certified	\$ 47,567	\$ 48,000	\$ (433)
Noncertified	26,835	27,000	(165)
Employee Benefits			
Social Security & Medicare	5,493	6,000	(507)
Supplies			
Books & Periodicals	2,964	2,500	464
Total Instructional Support Staff	<u>82,859</u>	<u>83,500</u>	<u>(641)</u>
General Administration			
Salaries			
Certified	85,000	85,000	-
Noncertified	54,307	54,000	307
Employee Benefits			
Insurance	790	800	(10)
Social Security & Medicare	12,649	11,600	1,049
Other	38,684	55,000	(16,316)
Purchased Professional & Technical Services	30,690	20,000	10,690
Other Purchased Services			
Communications	1,514	1,200	314
Other	2,517	1,400	1,117
Supplies	3,961	4,400	(439)
Other	10,988	10,700	288
Total General Administration	<u>241,100</u>	<u>244,100</u>	<u>(3,000)</u>
School Administration			
Salaries			
Certified	106,757	107,500	(743)
Noncertified	62,189	66,000	(3,811)
Employee Benefits			
Insurance	14,940	10,000	4,940
Social Security & Medicare	11,523	12,000	(477)
Other	7,985	8,500	(515)
Total School Administration	<u>203,394</u>	<u>204,000</u>	<u>(606)</u>

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For The Year Ended June 30, 2018

GENERAL FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Central Services			
Salaries			
Noncertified	\$ 30,107	\$ 30,500	\$ (393)
Operations & Maintenance			
Salaries			
Noncertified	181,902	220,000	(38,098)
Employee Benefits			
Insurance	27,394	21,000	6,394
Social Security & Medicare	16,189	16,800	(611)
Other	7,667	8,500	(833)
Purchased Property Services			
Cleaning	-	-	-
Repairs & Maintenance	-	-	-
Repair of Buildings	-	-	-
Other	9,989	15,000	(5,011)
Other Purchased Services			
Insurance	96,697	90,000	6,697
Supplies			
Energy			
Other	17,717	13,500	4,217
Miscellaneous	33,010	35,000	(1,990)
Total Operations & Maintenance	390,565	419,800	(29,235)
Operations & Maintenance (Transportation)			
Supplies			
Energy			
Other	871	600	271
Total Operations & Maintenance (Transportation)	871	600	271
Supervision			
Salaries			
Noncertified	109,824	108,500	1,324
Employee Benefits			
Insurance	2,973	3,200	(227)
Social Security & Medicare	10,524	9,700	824
Other	6,434	3,200	3,234
Total Supervision	129,755	124,600	5,155

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For The Year Ended June 30, 2018

GENERAL FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Vehicle Operating Services			
Other Purchased Services			
Insurance	\$ 16,852	\$ 19,000	\$ (2,148)
Total Vehicle Operating Services	16,852	19,000	(2,148)
Vehicle & Maintenance Services			
Salaries			
Noncertified	9,353	44,200	(34,847)
Employee Benefits			
Insurance	5,595	7,000	(1,405)
Social Security	-	3,381	(3,381)
Supplies	21,634	30,000	(8,366)
Total Vehicle & Maintenance Services	36,582	84,581	(47,999)
Outgoing Transfers			
At Risk (K-12) Fund	69,070	-	69,070
Professional Development Fund	12,068	-	12,068
Special Education Fund	490,021	-	490,021
Career & Postsecondary Education Fund	21,863	557,713	(535,850)
Total Outgoing Transfers	593,022	557,713	35,309
Adjustment to Comply With Legal Max	-	(90,135)	90,135
Legal General Fund Budget	3,346,476	3,304,549	41,927
Adjustment for Qualifying Budget Credits			
Reimbursements	-	41,927	(41,927)
Total Expenditures	3,346,476	\$ 3,346,476	\$ -
Receipts Over (Under) Expenditures	-		
UNENCUMBERED CASH, July 1, 2017	-		
UNENCUMBERED CASH, June 30, 2018	\$ -		

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For The Year Ended June 30, 2018

SUPPLEMENTAL GENERAL FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
General Property Taxes			
Ad Valorem Taxes			
Tax In Process	\$ 32,510	\$ 19,913	\$ 12,597
Current Tax	887,153	843,766	43,387
Delinquent Tax	9,267	11,857	(2,590)
Motor Vehicle Tax	76,632	44,196	32,436
Recreational Vehicle Tax	1,070	836	234
Commercial Vehicle Tax	4,019	1,435	2,584
Excise Tax	10	2	8
Reimbursements	1,944	-	1,944
Supplemental State Aid	276,753	276,753	-
	<u>1,289,358</u>	<u>\$ 1,198,758</u>	<u>\$ 90,600</u>
Total Receipts			
EXPENDITURES			
Instruction			
Employee Benefits			
Insurance	212,939	\$ 206,853	\$ 6,086
Purchased Professional & Technical Services	63,437	70,000	(6,563)
Other Purchased Services			
Tuition	-	5,000	(5,000)
	<u>276,376</u>	<u>281,853</u>	<u>(5,477)</u>
Total Instruction			
Student Support Services			
Other	1,865	1,378	487
	<u>1,865</u>	<u>1,378</u>	<u>487</u>
Total Student Support Services			
Instructional Support Staff			
Salaries			
Certified	23,115	29,000	(5,885)
Employee Benefits			
Social Security & Medicare	1,621	2,000	(379)
Supplies			
Technology	5,962	2,400	3,562
Property	60,827	11,100	49,727
	<u>91,525</u>	<u>44,500</u>	<u>47,025</u>
Total Instructional Support Staff			
General Administration			
Purchased Professional & Technical Services	5,245	-	5,245
Other Purchased Services			
Communications	-	5,000	(5,000)
	<u>5,245</u>	<u>5,000</u>	<u>245</u>
Total General Administration			

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For The Year Ended June 30, 2018

SUPPLEMENTAL GENERAL FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Operations & Maintenance			
Purchased Property Services			
Water & Sewer	\$ 14,273	\$ 15,000	\$ (727)
Repairs & Maintenance	-	5,000	(5,000)
Repair of Buildings	-	-	-
Other	495	1,000	(505)
Supplies			
Energy			
Heating	23,089	25,000	(1,911)
Electricity	107,352	125,000	(17,648)
Property	7,274	37,500	(30,226)
Total Operations & Maintenance	152,483	208,500	(56,017)
Vehicle Operating Services			
Motor Fuel	35,002	25,000	10,002
Total Vehicle Operating Services	35,002	25,000	10,002
Outgoing Transfers			
At Risk (K-12) Fund	230,347	264,000	(33,653)
Food Service Fund	69,290	40,000	29,290
Professional Development Fund	10,000	10,000	-
Special Education Fund	219,586	204,500	15,086
Career & Postsecondary Education Fund	144,659	158,000	(13,341)
Total Outgoing Transfers	673,882	676,500	(2,618)
Adjustment to Comply With Legal Max	-	(8,297)	8,297
Legal Supplemental General Fund Budget	1,236,378	1,234,434	1,944
Adjustment for Qualifying Budget Credits			
Reimbursements	-	1,944	(1,944)
Total Expenditures	1,236,378	\$ 1,236,378	\$ -
Receipts Over (Under) Expenditures	52,980		
UNENCUMBERED CASH, July 1, 2017	43,973		
UNENCUMBERED CASH, June 30, 2018	\$ 96,953		

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For The Year Ended June 30, 2018

AT RISK (K-12) FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Local Grants	\$ 52,534	\$ 49,712	\$ 2,822
Federal Aid	953	1,000	(47)
Incoming Transfers			
General Fund	69,070	-	69,070
Supplemental General Fund	230,347	264,000	(33,653)
Total Receipts	<u>352,904</u>	<u>\$ 314,712</u>	<u>\$ 38,192</u>
EXPENDITURES			
Instruction			
Salaries			
Certified	225,725	\$ 243,000	\$ (17,275)
Noncertified	51,125	32,000	19,125
Employee Benefits			
Social Security & Medicare	18,914	20,000	(1,086)
Other	246	250	(4)
Purchased Professional & Technical Services	625	700	(75)
Supplies			
General	2,494	125	2,369
Technology	5,542	4,200	1,342
Miscellaneous	10,082	10,500	(418)
Property	10,992	12,665	(1,673)
Other	866	850	16
Student Support Services			
Property	-	100	(100)
Instructional Support Staff			
Salaries			
Certified	9,251	9,600	(349)
Noncertified	3,167	3,500	(333)
Employee Benefits			
Social Security & Medicare	939	1,000	(61)
Central Services			
Salaries			
Noncertified	2,484	3,000	(516)
Employee Benefits			
Social Security & Medicare	190	230	(40)
Adjustment for Qualifying Budget Credits			
Grants	-	922	(922)
Total Expenditures	<u>342,642</u>	<u>\$ 342,642</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	10,262		
UNENCUMBERED CASH, July 1, 2017	<u>20,549</u>		
UNENCUMBERED CASH, June 30, 2018	<u>\$ 30,811</u>		



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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For The Year Ended June 30, 2018

CAPITAL OUTLAY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
General Property Taxes			
Ad Valorem Taxes			
Tax in Process	\$ 11,597	\$ 7,134	\$ 4,463
Current Tax	301,158	295,024	6,134
Delinquent Tax	3,112	4,230	(1,118)
Excise Tax	4	-	4
Commercial Vehicle Tax	1,426	478	948
Motor Vehicle Tax	25,228	14,719	10,509
Recreational Vehicle Tax	356	279	77
Interest on Idle Funds	2,645	-	2,645
Other Revenue from Local Sources	6,534	25,000	(18,466)
Capital Outlay State Aid	28,575	28,705	(130)
Federal Aid	50	-	50
	<u>380,685</u>	<u>\$ 375,569</u>	<u>\$ 5,116</u>
Total Receipts			
EXPENDITURES			
Instruction			
Property	44,222	\$ 70,000	\$ (25,778)
Operations & Maintenance			
Salaries			
Noncertified	37,000	-	37,000
Transportation			
Property	-	120,000	(120,000)
Vehicle & Maintenance Services			
Salaries			
Noncertified	36,000	57,750	(21,750)
Employee Benefits			
Insurance	-	7,000	(7,000)
Social Security & Medicare	-	4,420	(4,420)
Other	-	1,000	(1,000)
Building Improvements			
Outside Contractors	73,374	100,000	(26,626)
Other	35,694	25,000	10,694
Debt Service			
Interest	4,736	5,000	(264)
Principal	81,006	81,006	-
	<u>312,032</u>	<u>\$ 471,176</u>	<u>\$ (159,144)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	68,653		
UNENCUMBERED CASH, July 1, 2017	<u>125,028</u>		
UNENCUMBERED CASH, June 30, 2018	<u>\$ 193,681</u>		

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For The Year Ended June 30, 2018

DRIVER TRAINING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Other Revenue from Local Sources	\$ 2,450	\$ 2,500	\$ (50)
State Aid	1,920	4,620	(2,700)
	<u>4,370</u>	<u>\$ 7,120</u>	<u>\$ (2,750)</u>
EXPENDITURES			
Instruction			
Salaries			
Certified	4,400	\$ 7,000	\$ (2,600)
Noncertified	413	1,000	(587)
Employee Benefits			
Social Security & Medicare	368	600	(232)
Vehicle Operations & Maintenance Service			
Motor Fuel (Not School Bus)	229	250	(21)
	<u>5,410</u>	<u>\$ 8,850</u>	<u>\$ (3,440)</u>
Receipts Over (Under) Expenditures	(1,040)		
UNENCUMBERED CASH, July 1, 2017	<u>17,095</u>		
UNENCUMBERED CASH, June 30, 2018	<u>\$ 16,055</u>		

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For The Year Ended June 30, 2018

FOOD SERVICE FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Interest on Idle Funds	\$ -	\$ 100	\$ (100)
Student Receipts Breakfast & Lunch	105,897	97,211	8,686
Adult Receipts	-	4,176	(4,176)
Miscellaneous	1,892	5,000	(3,108)
State Aid	2,635	2,287	348
Federal Sources			
Child Nutrition Program	134,892	138,697	(3,805)
Other Federal Aid	8,553	11,000	(2,447)
Incoming Transfer			
Supplemental General Fund	69,290	40,000	29,290
	<u>323,159</u>	<u>\$ 298,471</u>	<u>\$ 24,688</u>
Total Receipts			
EXPENDITURES			
Operations & Maintenance			
Purchased Property Service			
Water/Sewer	6,718	\$ 6,000	\$ 718
Supplies			
Energy			
Heating	5,082	6,000	(918)
Electricity	11,883	6,000	5,883
Food Service Operation			
Salaries			
Noncertified	113,898	120,000	(6,102)
Employee Benefits			
Insurance	20,911	5,000	15,911
Social Security & Medicare	7,076	10,000	(2,924)
Other	10,177	20,000	(9,823)
Supplies			
Food & Milk	142,123	165,000	(22,877)
Miscellaneous	2,827	5,000	(2,173)
Property	241	12,000	(11,759)
Other	2,553	10,000	(7,447)
	<u>323,489</u>	<u>\$ 365,000</u>	<u>\$ (41,511)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	(330)		
UNENCUMBERED CASH, July 1, 2017	<u>50,431</u>		
UNENCUMBERED CASH, June 30, 2018	<u>\$ 50,101</u>		

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For The Year Ended June 30, 2018

PROFESSIONAL DEVELOPMENT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
State Aid	\$ 2,082	\$ 2,500	\$ (418)
Incoming Transfers			
General Fund	12,068	-	12,068
Supplemental General Fund	10,000	10,000	-
Total Receipts	<u>24,150</u>	<u>\$ 12,500</u>	<u>\$ 11,650</u>
EXPENDITURES			
Instructional Support Staff			
Salaries			
Certified	11,388	\$ 15,000	\$ (3,612)
Purchased Professional & Technical Services	9,260	10,000	(740)
Total Expenditures	<u>20,648</u>	<u>\$ 25,000</u>	<u>\$ (4,352)</u>
Receipts Over (Under) Expenditures	3,502		
UNENCUMBERED CASH, July 1, 2017	<u>11,028</u>		
UNENCUMBERED CASH, June 30, 2018	<u>\$ 14,530</u>		

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For The Year Ended June 30, 2018

SPECIAL EDUCATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Other Revenue from Local Sources	\$ 85,902	\$ 18,000	\$ 67,902
Federal Aid	3,074	-	3,074
Incoming Transfers			
General Fund	490,021	557,713	(67,692)
Supplemental General Fund	219,586	204,500	15,086
Total Receipts	<u>798,583</u>	<u>\$ 780,213</u>	<u>\$ 18,370</u>
EXPENDITURES			
Instruction			
Salaries			
Certified	51,620	\$ 54,500	\$ (2,880)
Noncertified	13,371	25,000	(11,629)
Employee Benefits			
Social Security & Medicare	6,347	6,983	(636)
Purchased Professional & Technical Services	1,500	750	750
Other Purchased Services			
Payments to Interlocal/Coop			
Assessments	243,315	243,315	-
Flowthrough	461,040	500,000	(38,960)
Supplies			
General	2,527	2,000	527
Miscellaneous	-	500	(500)
Other	1,083	5,000	(3,917)
Student Supportive Services			
Salaries			
Noncertified	2,697	2,300	397
Supervision			
Salaries			
Noncertified	19,888	19,000	888
Vehicle Operating Services			
Other Purchased Services			
Insurance	1,224	2,000	(776)
Supplies			
Motor Fuel	17,518	20,000	(2,482)
Total Expenditures	<u>822,130</u>	<u>\$ 881,348</u>	<u>\$ (59,218)</u>
Receipts Over (Under) Expenditures	(23,547)		
UNENCUMBERED CASH, July 1, 2017	<u>84,930</u>		
UNENCUMBERED CASH, June 30, 2018	<u>\$ 61,383</u>		

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For The Year Ended June, 30, 2018

CAREER & POSTSECONDARY EDUCATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Miscellaneous	\$ 11,362	\$ 3,000	\$ 8,362
User Charges	-	10,000	(10,000)
Student Activity Reimbursement	10,160	-	10,160
Incoming Transfers			
General Fund	21,863	-	21,863
Supplemental General Fund	144,659	158,000	(13,341)
Total Receipts	188,044	\$ 171,000	\$ 17,044
EXPENDITURES			
Instruction			
Salaries			
Certified	124,298	\$ 135,000	\$ (10,702)
Employee Benefits			
Insurance	615	2,000	(1,385)
Social Security & Medicare	8,028	11,000	(2,972)
Supplies			
Miscellaneous	760	2,500	(1,740)
Property (Equipment & Furnishings)	47,518	40,000	7,518
Other	5,044	5,000	44
Total Expenditures	186,263	\$ 195,500	\$ (9,237)
Receipts Over (Under) Expenditures	1,781		
UNENCUMBERED CASH, July 1, 2017	20,000		
UNENCUMBERED CASH, June 30, 2018	\$ 21,781		

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For The Year Ended June 30, 2018

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
State Source			
KPERS	\$ 317,149	\$ 318,874	\$ (1,725)
EXPENDITURES			
Instruction			
Employee Benefits	190,690	\$ 186,615	\$ 4,075
Student Support Services			
Employee Benefits	10,808	11,670	(862)
Instructional Support Staff			
Employee Benefits	16,213	16,927	(714)
General Administration			
Employee Benefits	16,213	16,927	(714)
School Administration			
Employee Benefits	27,021	27,438	(417)
Central Services			
Employee Benefits	10,808	11,670	(862)
Operations & Maintenance			
Employee Benefits	16,213	16,927	(714)
Student Transportation Services			
Employee Benefits	16,191	13,773	2,418
Food Services			
Employee Benefits	12,992	16,927	(3,935)
Total Expenditures	317,149	\$ 318,874	\$ (1,725)
Receipts Over (Under) Expenditures	-		
UNENCUMBERED CASH, July 1, 2017	-		
UNENCUMBERED CASH, June 30, 2018	\$ -		

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS  
For The Year Ended June 30, 2018

CONTINGENCY RESERVE FUND

	<u>Actual</u>
RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, July 1, 2017	<u>16,540</u>
UNENCUMBERED CASH, June 30, 2018	<u><u>\$ 16,540</u></u>



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Schedule 2-12

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS  
For The Year Ended June 30, 2018

TEXTBOOK RENTAL FUND

	<u>Textbook Rental</u>
RECEIPTS	
Rental Fees & Books	<u>\$          19,253</u>
EXPENDITURES	
Instruction	
Supplies	
Textbooks	<u>                  5,110</u>
Receipts Over (Under) Expenditures	14,143
UNENCUMBERED CASH, July 1, 2017	<u>                  43,769</u>
UNENCUMBERED CASH, June 30, 2018	<u><u>\$          57,912</u></u>

UNIFIED SCHOOL DISTRICT NO. 237  
Smith Center, Kansas

Schedule 2-13

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS  
For The Year Ended June 30, 2018

GIFTS & GRANTS FUND

	<u>Total</u>
RECEIPTS	
Smith County Community Foundation Grants	\$ 16,150
REAP Grants	<u>19,043</u>
Total Receipts	<u>35,193</u>
EXPENDITURES	
Instruction	
Purchased Professional & Technical Services	15,050
Property	30,295
Other	<u>103</u>
Total Expenditures	<u>45,448</u>
Receipts Over (Under) Expenditures	(10,255)
UNENCUMBERED CASH, July 1, 2017	<u>(12,871)</u>
UNENCUMBERED CASH, June 30, 2018	<u>\$ (23,126) *</u>

\* See Note 3, Cash Basis Exception

UNIFIED SCHOOL DISTRICT NO. 237  
Smith Center, Kansas

Schedule 2-14

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For The Year Ended June 30, 2018

	FEDERAL FUNDS			Total Federal Funds	Budget*	Variance Over (Under)
	Title I	Title IIA	Title IVA			
RECEIPTS						
Federal Aid	\$ 65,742	\$ 12,732	\$ 1,951	\$ 80,425	\$ 87,026	\$ (6,601)
EXPENDITURES						
Instruction						
Salaries						
Certified	47,294	-	1,951	49,245	40,500	8,745
Noncertified	17,990	11,259	-	29,249	42,000	(12,751)
Employee Benefits						
Social Security & Medicare	4,167	933	-	5,100	5,500	(400)
Other	526	-	-	526	525	1
Purchased Professional & Technical Services	464	-	-	464	3,429	(2,965)
Supplies						
General	709	-	-	709	480	229
Student Support Services						
Purchased Professional & Technical Services	-	540	-	540	-	540
School Administration						
Salaries						
Noncertified	3,150	-	-	3,150	3,150	-
Total Expenditures	74,300	12,732	1,951	88,983	\$ 95,584	\$ (6,601)
Receipts Over (Under) Expenditures	(8,558)	-	-	(8,558)		
UNENCUMBERED CASH, July 1, 2017	8,558	-	-	8,558		
UNENCUMBERED CASH, June 30, 2018	\$ -	\$ -	\$ -	\$ -		

\*Federal funds are not required by statute to be budgeted, this budget is for informational purposes only.

UNIFIED SCHOOL DISTRICT NO. 237  
Smith Center, Kansas

Schedule 2-15

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS  
For The Year Ended June 30, 2018

DISTRICT ACTIVITY FUNDS

	<u>Actual</u>
RECEIPTS	<u>\$ 114,666</u>
EXPENDITURES	<u>107,966</u>
Receipts Over (Under) Expenditures	6,700
UNENCUMBERED CASH, July 1, 2017	<u>31,540</u>
UNENCUMBERED CASH, June 30, 2018	<u><u>\$ 38,240</u></u>

UNIFIED SCHOOL DISTRICT NO. 237  
Smith Center, Kansas

Schedule 2-16

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS  
For The Year Ended June 30, 2018

SCHOLARSHIP FUND

	<u>Actual</u>
RECEIPTS	
Scholarship Donations	\$ 3,350
Interest on Idle Funds	<u>94</u>
Total Income	<u>3,444</u>
EXPENDITURES	
Scholarships	<u>3,300</u>
Receipts Over (Under) Expenditures	144
UNENCUMBERED CASH, July 1, 2017	<u>19,751</u>
UNENCUMBERED CASH, June 30, 2018	<u><u>\$ 19,895</u></u>

UNIFIED SCHOOL DISTRICT NO. 237  
Smith Center, Kansas

Schedule 3

SUMMARY OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS  
For The Year Ended June 30, 2018

AGENCY FUNDS

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Unencumbered Cash Balance
Sales Tax	\$ 14	\$ 9,696	\$ 9,633	\$ 77
Student Activity Funds	79,405	162,330	171,906	69,829
Total	<u>\$ 79,419</u>	<u>\$ 172,026</u>	<u>\$ 181,539</u>	<u>\$ 69,906</u>

UNIFIED SCHOOL DISTRICT NO. 237  
Smith Center, Kansas

Schedule 4

SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH  
REGULATORY BASIS  
For The Year Ended June 30, 2018

DISTRICT ACTIVITY FUNDS

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
High School							
Gate Receipts	\$ 6,585	\$ -	\$ 63,889	\$ 62,744	\$ 7,730	\$ -	\$ 7,730
Concessions	-	-	31,125	27,934	3,191	-	3,191
Fee Funds	134	-	-	134	-	-	-
Total High School	6,719	-	95,014	90,812	10,921	-	10,921
Elementary School							
Pride	14,970	-	7,232	6,383	15,819	-	15,819
Library	5,045	-	10,875	10,757	5,163	-	5,163
Reading is Fundamental	4,806	-	1,545	14	6,337	-	6,337
Total Elementary School	24,821	-	19,652	17,154	27,319	-	27,319
Total District Activity Funds	\$ 31,540	\$ -	\$ 114,666	\$ 107,966	\$ 38,240	\$ -	\$ 38,240

UNIFIED SCHOOL DISTRICT NO. 237  
Smith Center, Kansas

Schedule 5

SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS  
For The Year Ended June 30, 2018

STUDENT ACTIVITY FUNDS

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Student Activity Funds				
SC Dance Team	\$ 1,556	\$ 2,967	\$ 1,704	\$ 2,819
JH Cheerleaders	1,408	3,517	3,588	1,337
Social Studies Club	148	-	148	-
Art Club	1,693	2,627	3,011	1,309
Band Club	6,844	14,393	15,864	5,373
Centrian Club	2,143	9,566	9,072	2,637
Chansonaires	2,890	16,084	18,032	942
Drama Club	7,352	3,320	3,644	7,028
FCCLA	7,375	60,019	61,792	5,602
FFA	30,367	27,634	30,010	27,991
I.M.P. Club	2,818	1,041	205	3,654
KAYS	413	-	413	-
National Honor Society	2,220	972	1,777	1,415
S.A.F.E.	445	940	408	977
Spirit Squad	1,260	5,193	5,509	944
Student Council	894	1,278	948	1,224
JH Builders Club	2,036	1,018	616	2,438
Special Education Training Club	991	162	507	646
Site Council	4,933	1,939	5,089	1,783
Class of 2017	651	-	651	-
Class of 2018	705	-	705	-
Class of 2019	86	9,492	8,168	1,410
Class of 2020	107	-	-	107
Class of 2021	8	63	-	71
Class of 2022	62	61	45	78
Class of 2023	-	44	-	44
	<u>\$ 79,405</u>	<u>\$ 162,330</u>	<u>\$ 171,906</u>	<u>\$ 69,829</u>
Total Student Activity Funds	<u>\$ 79,405</u>	<u>\$ 162,330</u>	<u>\$ 171,906</u>	<u>\$ 69,829</u>